

WORKSHOP MEETING OF THE
BOARD OF DIRECTORS WITH MET DIRECTORS
MUNICIPAL WATER DISTRICT OF ORANGE COUNTY
18700 Ward Street, Board Room, Fountain Valley, California
July 2, 2014, 8:30 a.m.

AGENDA

PLEDGE OF ALLEGIANCE

ROLL CALL

PUBLIC PARTICIPATION/COMMENTS

At this time members of the public will be given an opportunity to address the Board concerning items within the subject matter jurisdiction of the Board. Members of the public may also address the Board about a particular Agenda item at the time it is considered by the Board and before action is taken.

The Board requests, but does not require, that members of the public who want to address the Board complete a voluntary "Request to be Heard" form available from the Board Secretary prior to the meeting.

ITEMS RECEIVED TOO LATE TO BE AGENDIZED

Determine need and take action to agendize item(s), which arose subsequent to the posting of the Agenda. (ROLL CALL VOTE: Adoption of this recommendation requires a two-thirds vote of the Board members present or, if less than two-thirds of the Board members are present, a unanimous vote.)

ITEMS DISTRIBUTED TO THE BOARD LESS THAN 72 HOURS PRIOR TO MEETING

Pursuant to Government Code Section 54957.5, non-exempt public records that relate to open session agenda items and are distributed to a majority of the Board less than seventy-two (72) hours prior to the meeting will be available for public inspection in the lobby of the District's business office located at 18700 Ward Street, Fountain Valley, California 92708, during regular business hours. When practical, these public records will also be made available on the District's Internet Web site, accessible at <http://www.mwdoc.com>.

(NEXT RESOLUTION NO. 1986)

ACTION ITEM

1. ADOPT RESOLUTION HONORING AARON GRUNFELD ON THE OCCASION OF HIS RETIREMENT

Recommendation: Adopt Resolution recognizing Aaron Grunfeld on his retirement from the Metropolitan Water District of Southern California Board of Directors.

PRESENTATION/DISCUSSION/INFORMATION ITEMS

2. PRESENTATION BY MET REGARDING FINDINGS OF PUBLIC FOCUS GROUPS (Approximate Presentation Time: 20 minutes)

Recommendation: Review and discuss.

3. REVIEW OF MET’S DROUGHT MESSAGE CAMPAIGN

Recommendation: Review and discuss

4. MET ITEMS CRITICAL TO ORANGE COUNTY

- a. MET’s Water Supply Conditions
- b. Update on Finance and Rate Issues
- c. Colorado River Issues
- d. Bay Delta/State Water Project Issues
- e. MET’s Ocean Desalination Policy and Potential Participation by MET in the Doheny Desalination Project and in the Huntington Beach Ocean Desalination Project (Poseidon Desalination Project)
- f. Orange County Reliability Projects

Recommendation: Discuss and provide input on information relative to the MET items of critical interest to Orange County.

5. OTHER INPUT OR QUESTIONS ON MET ISSUES FROM THE MEMBER AGENCIES

6. METROPOLITAN (MET) BOARD AND COMMITTEE AGENDA DISCUSSION ITEMS

- a. Summary regarding June MET Board Meeting
- b. Review items of significance for MET Board and Committee Agendas

Recommendation: Review, discuss and take action as appropriate.

CLOSED SESSIONS

7. CONFERENCE WITH LEGAL COUNSEL – EXISTING LITIGATION

Pursuant to Paragraph (1) of subdivision (d) of Government Code Section 54956.9. One Case: *San Diego County Water Authority v. Metropolitan Water District of Southern California; all persons interested in the validity of the rates adopted by the Metropolitan Water District of Southern California on April 13, 2010, et al.*, former Los Angeles Superior Court, Case No. BS 126888, transferred on October 21, 2010, to San Francisco Superior Court, Case No. CPF-10-510830.

8. CONFERENCE WITH LEGAL COUNSEL – EXISTING LITIGATION

Pursuant to Paragraph (1) of subdivision (d) of Government Code 54956.9). One Case: *San Diego County Water Authority v. Metropolitan Water District of Southern California*; all persons interested in the validity of the rates adopted by the Metropolitan Water District of Southern California on April 10, 2012 to be Effective January 1, 2013 and January 1, 2014; and Does 1-10, et al. (Los Angeles Superior Court Case No. BS137830), transferred on August 23, 2012 to San Francisco Superior Court, Case No. CPF-12-512466.

9. CONFERENCE WITH LEGAL COUNSEL – ANTICIPATED LITIGATION

Pursuant to Paragraph (2) of subdivision (d) of Government Code Section 54956.9. One Case: *San Diego County Water Authority v. Metropolitan Water District of Southern California*; all persons interested in the validity of the rates adopted by the Metropolitan Water of Southern California on April 8, 2014, et al., Los Angeles Superior Court, Case No. BC547139

ADJOURNMENT

Note: Accommodations for the Disabled. Any person may make a request for a disability-related modification or accommodation needed for that person to be able to participate in the public meeting by telephoning Maribeth Goldsby, District Secretary, at (714) 963-3058, or writing to Municipal Water District of Orange County at P.O. Box 20895, Fountain Valley, CA 92728. Requests must specify the nature of the disability and the type of accommodation requested. A telephone number or other contact information should be included so that District staff may discuss appropriate arrangements. Persons requesting a disability-related accommodation should make the request with adequate time before the meeting for the District to provide the requested accommodation.



ACTION ITEM
July 2, 2014

TO: Board of Directors

FROM: **Public Affairs & Legislation Committee**
(Directors Barbre, Hinman, Clark)

Robert Hunter
General Manager

Staff Contact: Darcy M. Burke

SUBJECT: RESOLUTION COMMEMORATING AARON GRUNFELD ON HIS RETIREMENT FROM THE METROPOLITAN WATER DISTRICT OF SOUTHERN CALIFORNIA BOARD OF DIRECTORS

RECOMMENDATION

It is recommended that the Board of Directors: Adopt Resolution recognizing Aaron Grunfeld on his retirement from the Metropolitan Water District of Southern California Board of Directors.

SUMMARY

Aaron Grunfeld has served as a Metropolitan Board of Director since 2006. He represented the City of Los Angeles and is retiring from MET after eight years of faithful service and sound resource stewardship.

It is recommended that the Board adopt a Resolution honoring him for his service and present the Resolution to Mr. Grunfeld at the Water Policy Forum on July 30, 2014..

Budgeted (Y/N):	Budgeted amount:	Core __	Choice __
Action item amount:		Line item:	
Fiscal Impact (explain if unbudgeted):			

**A Resolution of the Board of Directors
Recognizing Aaron Grunfeld
On the occasion of his retirement from the
Metropolitan Water District of Southern California
Board of Directors**

WHEREAS, Aaron Grunfeld is retiring from Metropolitan Water District of Southern California's Board of Directors after eight years of faithful service and sound resource stewardship; and

WHEREAS, January 2006, Aaron was appointed by Mayor Antonio Villaraigosa as one of the City of Los Angeles' representatives on the Metropolitan Water District of Southern California's Board of Directors; and

WHEREAS, Aaron served as the Chair of the Finance and Insurance Committee as well as the serving on the Executive Committee, Real Property and Asset Management Committee and Engineering and Operations Committee; and

WHEREAS, Aaron is an attorney with his own law firm, the Law Offices of Aaron A. Grunfeld & Associates, where he has focused his law practice on securities and corporate matters, including domestic and international transactions; and

WHEREAS, Aaron has made many contributions during his tenure as a Los Angeles Metropolitan Water District Director to Los Angeles, Orange County and the entire Metropolitan service area

WHEREAS, Aaron has distinguished himself for his vast knowledge, financial expertise, balanced perspective, and unwavering commitment to ensure long term water reliability for both Southern California, the Colorado River Basin and the entire State of California; and

WHEREAS, Aaron provided counsel to companies, investment bankers and investors since 1971, and has been involved in more than 50 registered public offerings of securities, as well as numerous private placements and merger and reorganization transactions; and

WHEREAS, Aaron played an instrumental role in the accomplishment of negotiating a 50 year power agreement at Hoover Dam, securing the interests of Metropolitan and protecting the ratepayers of Southern California; and

WHEREAS, Aaron graduated from University of California Los Angeles and earned his Juris Doctorate from Columbia University and is a member of the Los Angeles County Bar Association, the California State Bar Association and the American Bar Association; and

NOW, THEREFORE, BE IT RESOLVED, that the Municipal Water District of Orange County offers a heartfelt thanks to Aaron for his service to the residents of Orange County, Southern California and the California Water Community for his leadership, stewardship and contributions in enhancing southern California's water reliability and a heartfelt congratulations in his retirement



DISCUSSION ITEM

July 2, 2014

TO: Board of Directors

FROM: Robert Hunter
General Manager

Staff Contact: Darcy M. Burke

SUBJECT: PRESENTATION BY METROPOLITAN WATER DISTRICT OF SOUTHERN CALIFORNIA REGARDING FOCUS GROUP FINDINGS

STAFF RECOMMENDATION

Staff recommends the Board of Directors review the information provided, discuss and direct staff as appropriate.

REPORT

In March, the Metropolitan Water District of Southern California (Metropolitan) approved entering into a contract with Fraser Communications for drought related outreach services. As part of that contract, a series of nine focus groups were held throughout Metropolitan's service area in April. The breakdown of these focus groups was as follows:

- 4 in English among the general population
- 2 in English among Asian consumers (Chinese, Korean, Vietnamese, Filipino)
- Markets included Los Angeles, Orange County, Inland Empire and San Diego
- Homeowners comprised 75% of the participants and renters that paid their own water bill the remaining 25%
- The household income was \$50,000 or greater
- The participants were decision makers regarding water usage

Focus groups are considered qualitative research and are not projectable to the population. However, the findings are directional and can be used to form a deeper understanding of the target audience and their communication preferences

Some of the key findings included the following:

- When pressed, participants in the focus groups believed the drought was a serious issue – somewhat
- Most understand we get our water from out of the area.

Budgeted (Y/N): n/a	Budgeted amount: n/a	Core <u>X</u>	Choice <u> </u>
Action item amount: n/a		Line item:	
Fiscal Impact (explain if unbudgeted):			

- Most perceive the drought as a statewide issue
- Most have taken steps to reduce water usage

Dee Zinke, Deputy General Manager of Metropolitan will present the complete findings of those focus groups in detail.



DISCUSSION ITEM

July 2, 2014

TO: Board of Directors

FROM: Robert Hunter
General Manager

Staff Contact: Darcy M. Burke

SUBJECT: REVIEW OF MET’S DROUGHT MESSAGE CAMPAIGN

STAFF RECOMMENDATION

Staff recommends the Board of Directors review the information provided, discuss and direct staff as appropriate.

REPORT

Fraser Communications (Fraser) has been working closely with Metropolitan Water District of Southern California (Metropolitan) staff to develop a comprehensive drought communications plan.

The creative strategy of the plan is based on the research results where the California lifestyle is very relatable, important and people do not want to see it go away. The theme of the campaign is, “Be California Friendly; Show California Love.” The tagline for the campaign is crafted to convey a sense of urgency for the drought and the need to increase water use efficiency and conservation efforts; “Don’t waste another minute wasting water.”

The media strategy will target homeowners and renters over the age of 25 with a household income of \$50,000 or greater. The campaign will include English, Spanish and Asian language messaging in all six of Metropolitan’s counties. The campaign will use an integrated multimedia approach. Media selection is based on usage, relevance and news adjacency.

Dee Zinke, Deputy General Manager of Metropolitan will present the details of the campaign and share some of the creative elements.

Budgeted (Y/N): n/a	Budgeted amount: n/a	Core <input checked="" type="checkbox"/>	Choice <input type="checkbox"/>
Action item amount: n/a		Line item:	
Fiscal Impact (explain if unbudgeted):			



DISCUSSION ITEM

July 2, 2014

TO: Board of Directors & MWD Directors

FROM: Robert J. Hunter
General Manager

Staff Contact: Harvey De La Torre

SUBJECT: MWD Items Critical To Orange County

STAFF RECOMMENDATION

Staff recommends the Board of Directors to review and discuss this information.

SUMMARY

This report provides a brief update on the current status of the following key MWD issues that may affect Orange County:

- a) MWD's Water Supply Conditions
- b) MWD's Finance and Rate Issues
- c) Colorado River Issues
- d) Bay Delta/State Water Project Issues
- e) MWD's Ocean Desalination Policy and Potential Participation by MWD in the Doheny Desalination Project and in the Huntington Beach Ocean Desalination Project (Poseidon Desalination Project)
- f) Orange County Reliability Projects

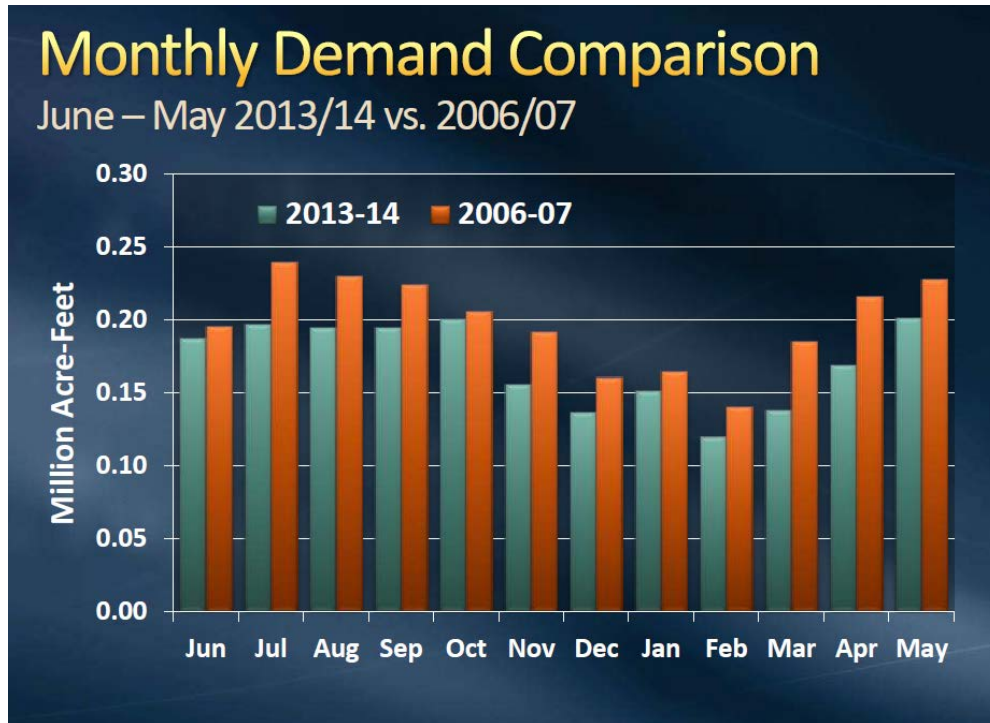
ISSUE BRIEF # A

SUBJECT: MWD's Water Supply Conditions

RECENT ACTIVITY

Metropolitan's water demands are steadily increasing this year. Staff is tracking 2.117 million Acre-Feet (MAF) for 2014, this is in part due to 2013/14 being the 7th driest year on record (since 1878) at 6.1 inches of precipitation, and the 9th hottest year on record at an average temperature of 76.6 °F.

Although this year has been very hot and dry in southern California, the 2013-14 demands on MWD compared to similar hydrologic conditions in 2006-07 show a much lower current water usage compared to seven years earlier, likely the result of economic conditions and water use efficiency efforts.



Since last month's report, expected water supplies for MWD remain unchanged for 2014. With a State Water Project "Table A" allocation at 5%, resulting in 103,000 AF and MWD's Colorado River basic apportionment along with supply program and exchanges, resulting in 935,000 AF; MWD's core supplies will total only 1.038 MAF. This will require MWD to withdraw 1.079 MAF from its dry-year storage account to meet this year's estimated demand of 2.117 MAF.

Estimated 2014 Water Supply and Demand Balance

Water Balance	Acre-Feet
Total Supplies	1,038,000
Estimated Demands	2,117,000
Estimated Net Water Balance	-1,079,000

Such a significant draw on storage this year has MWD and member agencies staffs start preparing for an implementation of MWD's Water Supply Allocation Plan (WSAP) in mid-2015, unless conditions improve. Therefore, in the coming month MWD staff plans to work with the member agencies on reviewing and modifying the WSAP. Based on these discussions, staff plans to present the WSAP to the Board for review and discussion in the fall.

ISSUE BRIEF # B

SUBJECT: MWD's Finance and Rate Issues

RECENT ACTIVITY

At last month's Metropolitan Finance and Insurance Committee, Chief Financial Officer Gary Breau reported that MWD's water deliveries through May were 320 TAF higher than budgeted and 213 TAF higher than the 5-year average. This resulted in water sales through May generating \$228.5 Million (M) higher than budgeted and \$190.6 M higher than last year.

ISSUE BRIEF # C

SUBJECT: Colorado River Issues

RECENT ACTIVITY

Imperial Irrigation District (IID) on track to meet its Overrun Payback amount

For the past two years IID has used more water than was approved, and as a result was required to pay back 210 TAF to Lake Mead. Per the Inadvertent Overrun and Payback Policy, IID is required to implement extraordinary conservation measures to pay back the entire balance by the end of 2014, with a minimum payback of 62,000 AF in 2013. Last year, IID paid back a total of 93,057 AF, which was significantly over the minimum requirement. Based on these gains, IID is on track to meet the remaining 117,391 AF in 2014.

Nevada and Arizona leave unused water in Lake Mead

It has been reported that in 2013 Southern Nevada Water Authority (SNWA) left 1,137 AF and Central Arizona Project (CAP) left 20,674 AF of water in Lake Mead as a result of them not using their full entitlement. Based on Lake Mead's current levels, Metropolitan joined SNWA and CAP to urge the U.S. Bureau of Reclamation not to reallocate any unused water to another state but instead leave the water in Lake Mead to improve storage levels.

ISSUE BRIEF # D

SUBJECT: Bay Delta/State Water Project Issues

RECENT ACTIVITY

Bay Delta Conservation Plan

California Department of Water Resource (DWR) Director Mark Cowin announced the established of a BDCP office to include a Delta Habitat Conservation and Conveyance Plan Design group, and Construction Enterprise team. The purpose, according to Director Cowin is to ensure inter and intra-agency collaboration and coordination on BDCP activities.

On May 30, the U.S. Department of the Interior and the California Natural Resources Agency released the "Draft Implementing Agreement for the Bay Delta Conservation Plan" for a 60-day public review and comment period. The purpose of the Implementing Agreement is to ensure that the provisions of the BDCP are successful implementation in accordance with the take authorizations and applicable law; that the permits and the Incidental Take Statement are properly implemented; and there is a delineation of responsibilities among the entities responsible for the financing and/or implementation of the BDCP.

Delta Stewardship Council

The Delta Stewardship Council (Council) named Jessica Pearson as its new Executive Officer. She replaces Chris Knopp who resigned at the end of April. Ms. Pearson was the Council's legislative and policy advisor.

The Council held two meeting at the end of May. At the first meeting, the Council reviewed reports by an independent review panel, the Independent Science Board, and the Council's consultant on their view of the BDCP and the Draft EIS/EIS. At the second meeting, the Council received updates on the Levee Investment Strategy and Interim Science Action Agenda.

Delta Emergency Preparedness

DWR is accepting comments on its interagency draft Delta Flood Emergency Management Plan. DWR has developed a scope to modify their Emergency Response efforts to better predict the time line to develop the emergency freshwater pathway and exports following a major natural disaster that could cause island failures. Studies were conducted to evaluate the stability of the levees along the freshwater pathway along Old and Middle Rivers in order to provide better technical basis for future levee stability analyses for the central and south Delta areas.

ISSUE BRIEF # E

SUBJECT: MWD's Ocean Desalination Policy and Potential Participation by MWD in the Doheny Desal Project (formerly South Orange Coastal Ocean Desalination Project) and in the Huntington Beach Ocean Desalination Project (Poseidon Desalination Project)

RECENT ACTIVITY

1. Doheny Desalination Project

Discussions were held with South Coast Water District regarding work on the Doheny Project. South Coast is still interested in involving other agencies and would like to have them join in the work. South Coast has scoped out a three year work plan to get up to a 5 mgd plant operating by 2019. The work includes:

- Begin Environmental Baseline monitoring in 2014
- Begin Preliminary Engineering in 2014 to support CEQA
- Begin brine disposal outfall modeling in 2014
- Complete the Foundational Action Plan work in 2015
- Complete CEQA in 2016
- Complete Permitting in 2017
- Bid the project construction
- Plant up and operating in 2019

The South Coast Board will be considering how best to fund these activities.

2. Huntington Beach Ocean Desalination Project (Poseidon Project)

MWDOC, OCWD and Poseidon met to review and discuss continuing work related to the Huntington Beach Ocean Desalination Project including initiation of the Independent Scientific & Technical Advisory Panel (ISTAP) for the Coastal Commission, OCWD's consultant contract for a financial study of Poseidon's project, and potential distribution system issues.

There were no meetings of the Huntington Beach Ocean Desalination Workgroup in the month of June.

ISSUE BRIEF # F

SUBJECT: Orange County Reliability Projects

RECENT ACTIVITY

1. Central Pool Augmentation Program

At last month's Real Property and Asset Management Committee meeting at MWD, staff provided a status report on the Central Pool Augmentation (CPA) Program and Right of Way. Although the Central Pool area continues to have adequate treatment capacity beyond 2040, MWD continues to preserve the land and right of way for a future pipeline through the Cleveland National Forest into Orange County.

Staff informed the Committee that there has been some recent interest among some mining companies seeking to mine within the site preservation area. Such mining activity could provide benefits to MET such as grading the land and developing access roads to the site, which will likely increase the land's value. Staff reiterated they continue to preserve the project's viability by coordinating with the agencies and property owners along the right of way and will report any updates or changes to the Committee when they occur.

2. MWD Investigations of System Reliability

There are no updates to report.

**Summary Report for
The Metropolitan Water District of Southern California
Board Meetings
June 10, 2014**

COMMITTEE ASSIGNMENTS

Director Barbre was appointed Chair of the Finance and Insurance Committee. Director Dick was appointed Vice Chair of the Legal and Claims Committee. Director Wunderlich was appointed Vice Chair of the Finance and Insurance Committee. (**Agenda Item 5C**)

FINANCE AND INSURANCE COMMITTEE

Approved Metropolitan's Statement of Investment Policy in Attachment 1 of the Board letter; and delegated authority to invest to the Treasurer on behalf of Metropolitan for fiscal year 2014/15; additionally instructed the Finance and Insurance Committee to consider amending the policy at a future date to include environmental responsibility. (**Agenda Item 8-1**)

Approved up to \$1.149 million to renew the expiring excess liability and specialty insurance policies, and maintained the same retentions and coverage limits. (**Agenda Item 8-2**)

WATER PLANNING AND STEWARDSHIP COMMITTEE

By a two-thirds vote, authorized the General Manager to make payment of up to \$639,000 for the Colorado River Board and Colorado River Authority of California for FY 2014/15. (**Agenda Item 8-3**)

By two-thirds vote, authorized the General Manager to make payment of \$2.71 million to the State Water Contractors, Inc.; and authorized the General Manager to make payment up to \$841,112 to the State Water Project Contractors Authority for fiscal year 2014/15. (**Agenda Item 8-4**)

ENGINEERING AND OPERATIONS COMMITTEE

Appropriated \$30.1 million; and awarded \$20,365,430 contract to J. F. Shea Construction, Inc. for the Lakeview Pipeline/Inland Feeder Intertie. (Approps. 15480 and 15488 (**Agenda Item 8-5**))

Appropriated \$5 million for capital projects costing less than \$250,000 for fiscal years 2014/15 and 2015/16; authorized the General Manager to initiate capital projects costing less than \$250,000 and perform all required work including the preparation of necessary environmental documentation; and designated the General Manager as the decision-making body for purposes of reviewing, approving, and certifying any environmental documentation which may be required for such projects. (Approp. 15489) (**Agenda Item 8-6**)

Appropriated \$2.56 million; authorized design to replace the power cables and uninterruptable power supplies at each Colorado River Aqueduct pumping plant; and authorized design to replace over-current relays at Intake and Gene Pumping Plants. (Approp. 15384) (**Agenda Item 8-7**)

COMMUNICATIONS AND LEGISLATION COMMITTEE

Authorized the General Manager to pay the membership dues/assessments as outlined in the board letter for memberships with San Diego County Taxpayers Association, United Chambers of Commerce of the San Fernando Valley, Valley Industry and Commerce Association, and new memberships with Western Coalition of Arid States and Los Angeles County Business Federation. **(Agenda Item 8-8)**

AGENDA ITEM 8-9 WITHDRAWN

LEGAL AND CLAIMS COMMITTEE

Reported on existing litigation; and authorized increase in maximum amount payable under contracts for legal services with Bingham McCutchen LLP by \$750,000 to an amount not to exceed \$8,750,000 and Quinn Emanuel Urquhart & Sullivan, LLP by \$2,250,000 to an amount not to exceed \$2,350,000 in connection with *San Diego County Water Authority v. Metropolitan Water District of Southern California, et al.*, San Francisco County Superior Court Case Nos. CPF-10-510830 and CPF-12-5123466, and *San Diego County Water Authority v. Metropolitan Water District of Southern California*, Los Angeles County Superior Court Case No. BC 547139. (L&C)

CONSENT CALENDAR

In other action, the Board:

AGENDA ITEM 7-1 WITHDRAWN

Authorized increase of \$200,000 in change order authority for the F. E. Weymouth Water Treatment Plant filter building seismic upgrades, up to an aggregate amount not to exceed \$450,000. (Approp. 15369) **(Agenda Item 7-2)**

Authorized the General Manager to grant a permanent easement to the county of Riverside on Metropolitan-owned property located in Riverside County. **(Agenda Item 7-3)**

Affirmed the General Manager's determination that the subject property comprised of approximately 16 acres in the city of Moreno Valley, Riverside County, California is surplus and carry out disposition of the property with reserved easement; and marketed the combined approximately 130-acre parcel for sale on the open market for not less than its appraised value in a form approved by the General Counsel. **(Agenda Item 7-4)**

THIS INFORMATION SHOULD NOT BE CONSIDERED THE OFFICIAL MINUTES OF THE MEETING.

Board letters related to the items in this summary are generally posted in the Board Letter Archive approximately one week after the board meeting. In order to view them and their attachments, please copy and paste the following into your browser <http://edmsidm.mwdh2o.com/idmweb/home.asp>.



Tuesday, July 8, 2014 Meeting Schedule		
7:00-8:00 a.m.	Rm. 2-413	Dirs. Computer Training
9:00 a.m.	Rm. 2-145	L&C
10:30 a.m.	Rm. 2-456	OP&T
12:00 p.m.	Board Room	Board Meeting

Regular Board Meeting

July 8, 2014

12:00 p.m. -- Board Room

MWD Headquarters Building • 700 N. Alameda Street • Los Angeles, CA 90012

1. Call to Order

- (a) Invocation: Grigor Nshanyan, Information Technology System Administrator, Business Technology Group
- (b) Pledge of Allegiance: Director Paul Koretz

2. Roll Call

3. Determination of a Quorum

4. Opportunity for members of the public to address the Board on matters within the Board's jurisdiction. (As required by Gov. Code § 54954.3(a))

5. OTHER MATTERS

- A. Approval of the Minutes of the Meeting for June 10, 2014. (A copy has been mailed to each Director)
Any additions, corrections, or omissions

- B. Report on Directors' events attended at Metropolitan expense for month of June
- C. Induction of new Director, Peter Beard, from city of Fullerton
 - (a) Receive credentials
 - (b) Report on credentials by General Counsel
 - (c) File credentials
 - (d) Administer Oath of Office
 - (e) File Oath
- D. Induction of new Director, Phillip D. Hawkins, from Central Basin Municipal Water District
 - (a) Receive credentials
 - (b) Report on credentials by General Counsel
 - (c) File credentials
 - (d) Administer Oath of Office
 - (e) File Oath
- E. Presentation of five-year service pin to Director Thomas P. Evans, representing Western Municipal Water District of Riverside County
- F. Approve Memorial Resolution for late Chairman John V. Foley
- G. Approve Commendatory Resolutions for past Directors Aaron Grunfeld and James Edwards
- I. Approve committee assignments
- J. Chairman's Monthly Activity Report

6. DEPARTMENT HEADS' REPORTS

- A. General Manager's summary of Metropolitan's activities for the month of June
- B. General Counsel's summary of Legal Department activities for the month of June
- C. General Auditor's summary of activities for the month of June
- D. Ethics Officer's summary of activities for the month of June

7. CONSENT CALENDAR ITEMS — ACTION

- 7-1** Adopt resolution approving Greater Los Angeles County 2014 Integrated Regional Water Management Plan. (WP&S)

Recommendation:

Option #1:

Adopt the CEQA determination that the project is not defined as a project and is not subject to CEQA, and adopt a Resolution Approving the Greater Los Angeles County 2014 IRWM Plan.

(END OF CONSENT CALENDAR)

8. OTHER BOARD ITEMS — ACTION

- 8-1** Appropriate \$3.6 million; and authorize rehabilitation of the Etiwanda Hydroelectric Plant (Approp. 15458). (E&O)

Recommendation:

Option #1:

Adopt the CEQA determination that the proposed action is categorically exempt, and

- a. Appropriate \$3.6 million; and**
- b. Authorize rehabilitation of the Etiwanda Hydroelectric Plant.**

- 8-2** Appropriate \$10.47 million; and authorize: (1) design and pilot of control upgrades for the Hiram W. Wadsworth Pumping Plant; (2) increase of \$5.9 million to agreement with Glenmount Global Services; and (3) increase of \$840,000 to agreement with Power-Tech Engineers, Inc. (Approp. 15467). (E&O)

Recommendation:

Option #1:

Adopt the CEQA determination that the proposed action is not subject to CEQA and is categorically exempt, and

- a. Appropriate \$10.47 million;**
- b. Authorize final design and pilot of the Wadsworth Pumping Plant Control and Protection Upgrades;**
- c. Authorize increase of \$5.9 million to the existing agreement with Glenmount Global Services, for a new not-to-exceed total of \$7,025,000; and**
- d. Authorize increase of \$840,000 to the existing agreement with Power-Tech Engineers, Inc., for a new not-to-exceed total of \$1,344,000.**

- 8-3** Appropriate \$3.5 million; and award \$1,977,700 contract to Minako America Corp., dba Minco Construction to construct a solids transfer system for the Joseph Jensen Water Treatment Plant (Approp. 15371). (E&O)

Recommendation:

Option #1:

Adopt the CEQA determination that the proposed action was considered in the previously certified 2011 FEIR and 2012 Addendum, and

- a. Appropriate \$3.5 million; and**
- b. Award \$1,977,700 contract to Minako America Corp., dba Minco Construction to construct a solids transfer system for the Jensen plant.**

- 8-4** Approve Metropolitan Water District of Southern California's Salary Schedule pursuant to CalPERS regulations. (OP&T)

Recommendation:

Adopt the CEQA determination that the project is not defined as a project under CEQA, and approve the salary schedule attached to the board letter.

9. BOARD INFORMATION ITEMS

- 9-1** General Manager's modification of the Business Outreach Program's organizational goal for small business participation from 18 percent to 25 percent. (OP&T)

10. FUTURE AGENDA ITEMS

11. ADJOURNMENT

NOTE: At the discretion of the Board, all items appearing on this agenda and all committee agendas, whether or not expressly listed for action, may be deliberated and may be subject to action by the Board.

Each agenda item with a committee designation will be considered and a recommendation may be made by one or more committees prior to consideration and final action by the full Board of Directors. The committee designation appears in parentheses at the end of the description of the agenda item e.g. (E&O, F&I). Committee agendas may be obtained from the Board Executive Secretary.

Writings relating to open session agenda items distributed to Directors less than 72 hours prior to a regular meeting are available for public inspection at Metropolitan's Headquarters Building and on Metropolitan's Web site <http://www.mwdh2o.com>.

Requests for a disability related modification or accommodation, including auxiliary aids or services, in order to attend or participate in a meeting should be made to the Board Executive Secretary in advance of the meeting to ensure availability of the requested service or accommodation.